	1012014 SUSPENS	E ENGINEER	2/11/2014 LOGGED IN	OLM	PMAM140238217
			ABOVE THIS LINE FOR DIVISION USE ONLY		
	I	-	eering Bureau -	SEAL CONTRACTOR	
		1220 South St. Franci	is Drive, Santa Fe, NM 8	3/505	1913 O.
		ADMINISTRATI	VE APPLICATIO	ON CHEC	KLIST
٦	THIS CHECKLIST IS MA		RATIVE APPLICATIONS FOR EX ROCESSING AT THE DIVISION I		ISION RULES AND REGULATIONS
Appli	[DHC-Down [PC-Po	ndard Location] [NSP-No nhole Commingling] [C ol Commingling] [OLS [WFX-Waterflood Expans	TB-Lease Commingling - Off-Lease Storage] ion] [PMX-Pressure N sposal] [IPI-Injection] [PLC-Pool/L [OLM-Off-Lease Maintenance Ex Pressure Increa	.ease Commingling] e Measurement] «pansion] ase]
[1]	-	PLICATION - Check Th			-OLM
• -	[A]	Location - Spacing Unit	- Simultaneous Dedicati	ion	- YAtes Performance
	Check [B]	One Only for [B] or [C] Commingling - Storage	- Measurement] ols 🛛	OLM 5
	[C]	Injection - Disposal - Pro		ed Oil Recover	
	[D]	Other: Specify			-
[2]	NOTIFICATI [A]	ON REQUIRED TO: - (Working, Royalty c	Check Those Which App or Overriding Royalty Int	oly, or Does N terest Owners	Not Apply -Barbara Federa 19
	[B]	Offset Operators, L	easeholders or Surface C	Owner	30-015-27165
	[C]	Application is One	Which Requires Publish	ed Legal Notice	- N. Seven Rivers Glonicte-Yeso 97565
	[D]		Concurrent Approval by ment - Commissioner of Public Lands		Glunict-Yesa) 97565
	[E]	\boxtimes For all of the above	e, Proof of Notification o	r Publication is	Attached, and/or,

Waivers are Attached [F]

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE.

CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Miriam Morales Print or Type Name

Signature Production Analyst Title

2/5/14 Date

mmorales@yatespetroleum.com e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico Energy, Minerals and Natural Resources Department Form C-107-B Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME:	Yates Petroleum Corporation
OPERATOR ADDRESS:	105 South Fourth St. Artesia, NM 88210

APPLICATION TYPE:

Pool Commingling Lease Commingling Pool and Lease Commingling ØOff-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: 🔲 Fee 🗌 State 🛛 Federal

(A) POOL COMMINGLING Please attach sheets with the following information							
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes		
(2) Are any wells producing at top allowables? Yes No							
(3) Has all interest owners been notified by certified mail of the proposed commingling? Yes No.							
(4) Measurement type: Metering Other (Specify)							

(5) Will commingling decrease the value of production? The second second

(B) LEASE COMMINGLING Please attach sheets with the following information

	rease attack sheets with the following h	I OI MIALIOI	
(1)	Pool Name and Code.		
(2)	Is all production from same source of supply? \Box Yes \Box No		
(3)	Has all interest owners been notified by certified mail of the proposed commingling?	□Yes	□No
(4)	Measurement type: Metering Other (Specify)		

(C) POOL and LEASE COMMINGLING Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

Is all production from same source of supply? ⊠Yes □No
 Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURA freenand

TITLE: Production Analyst

DATE:<u>2/5</u>/14

TYPE OR PRINT NAME _____ Miriam Morales_____

E-MAIL ADDRESS: mmorales@yatespetrolem.com

TELEPHONE NO.: (575) 748-1471

Form 3160-5 (August 2007) DE B SUNDRY Do not use thi abandoned we		FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMNM1372 6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRI		7. If Unit or CA/Agre	ement, Nam	e and/or No.			
1. Type of Well Oil Well Gas Well Oth	ner				8. Well Name and No. BARBARA FEDE		
2. Name of Operator YATES PETROLEUM CORPO		 API Well No. 30-015-27165 					
3a. Address 105 SOUTH FOURTH ARTESIA, NM 88210	3b Pt)	10. Field and Pool, or N SEVEN RIVE				
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)				11. County or Parish,	and State	
Sec 17 T19S R25E NENW 66	60FNL 1980FWL				EDDY COUNT	Y, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO IN	IDICATE	NATURE OF 1	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION			TYPE OI	F ACTION			
Notice of Intent	□ Acidize	Deep	en	Product	ion (Start/Resume)	🗖 Wate	r Shut-Off
_	□ Alter Casing	Fract	ure Treat	🗖 Reclam	ation	🗖 Well	Integrity
Subsequent Report	Casing Repair	_	Construction 🔲 Recomp			Off-Lea	r ise Measuremen
Final Abandonment Notice	Change Plans				arily Abandon	t	se measuremen
	Convert to Injection	Plug			-	• • • • •	
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)							and zones. 30 days filed once
Yates Petroleum respectfully the Barbara Federal #19.	requests approval to off lease	e measure,	sale and store	production I	or		
The production will be measu Sec. 8-T19S-R25E. Please s	red and sold at the Roy AET t ee site facility diagram and ot	tank batter ther docum	y facilities locat ientation attach	ed at SWSV	V,		
All owners are being notified,	see attached documentation.						
Oil measurement Tanks will be isolated and no	surface commingling will take	e place.					
Gas measurement							
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission #2346 For YATES PETROLE	619 verifie UM CORPC	by the BLM We DRATION, sent t	II Information o the Carlsba	n System ad		
Name (Printed/Typed) MIRIAM N	IORALES		Title PRODUCTION ANALYST				
Signature (Electronic	Submission)	·	Date 02/05/2	014			
	THIS SPACE FOR	FEDERA			SE	······	
Approved By		ļ	Title			Dat	e
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to cond	uitable title to those rights in the sub		Office				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a crim statements or representations as to a	ne for any per ny matter wi	son knowingly and hin its jurisdiction.	willfully to m	ake to any department or	agency of th	ie United

)

Additional data for EC transaction #234619 that would not fit on the form

32. Additional remarks, continued

The well will have its own meter and no surface commingling will take place.

All equipment is located on Fee land and waiver to access property will be given to BLM as well as gate combinations.

By utilizing the existing facilities the off lease measurement of production is in the interest of conservation, the reduction of environmental impact area, and will not reduce royalty or improper measurement of production. No royalty rate of values will be affected.

We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

District 1 1625 N. French Dr., Hobbs, NM 88240 Phone: (373) 393-6161 Fax: (575) 393-0720 District JI 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (573) 748-9720 District JII 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (503) 334-6170 Phone: (503) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

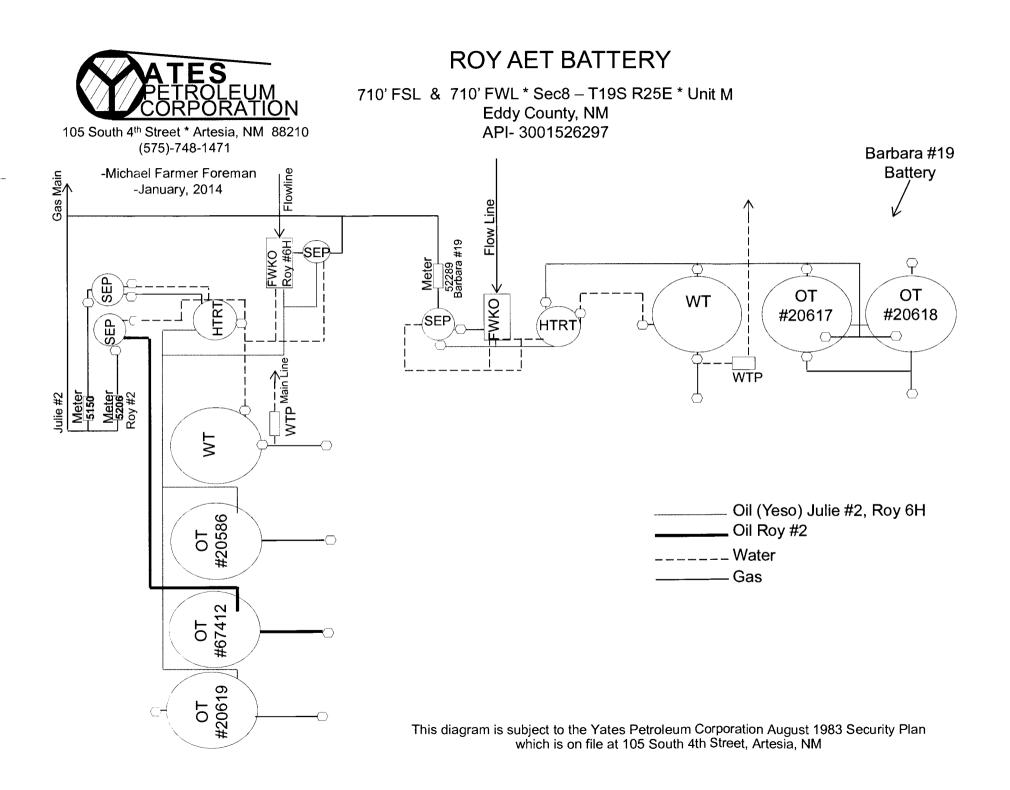
WELL LOCATION AND ACREAGE DEDICATION PLAT

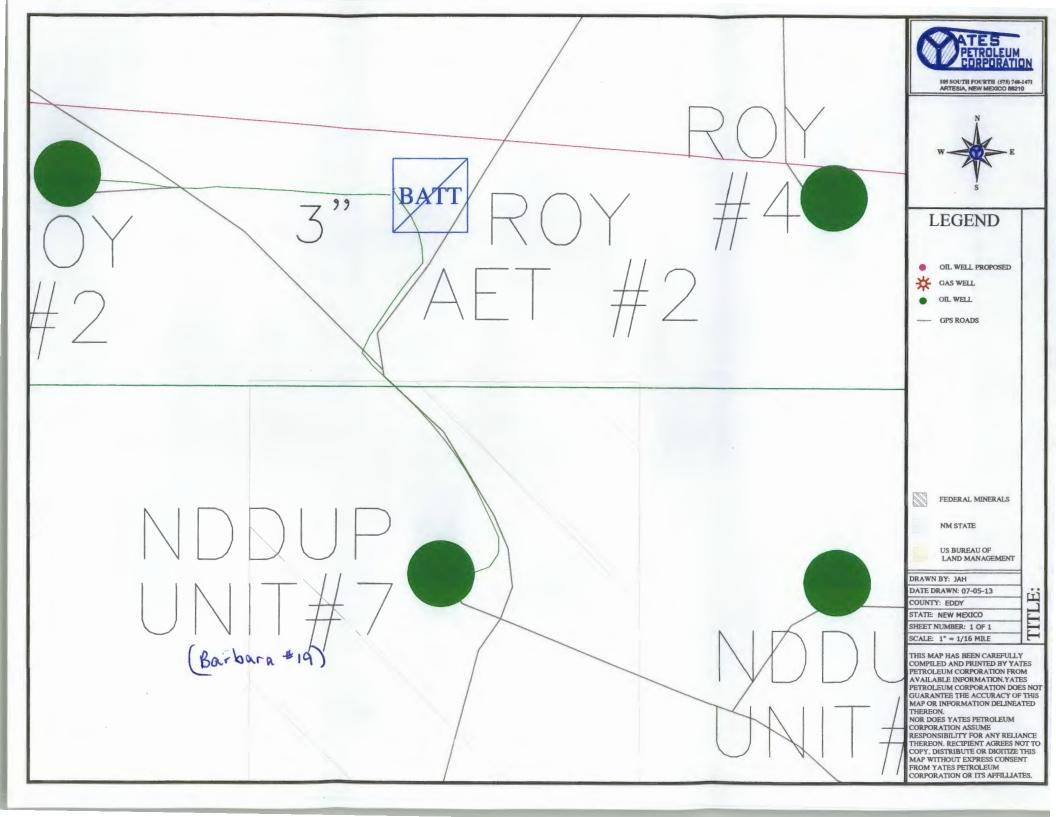
API Number		¹ Pool Code	³ Pool Name		
30-015-27165		97565	N. Seven Rivers; Glorieta-Y	eso	
⁴ Property Code ⁵ Pro		operty Name	Well Number		
		19			
OGRID No. Operator Name			perator Name	'Elevation	
025575	575 Yates Petroleum Corporation 3572'GL				
* Surface Location					

						Dullace	LOOGHOIT			
I	UL er lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
	С	17	195	25E		660	North	1980	West	Eddy
1			I	" Bo	ttom Ho	e Location If	f Different Fron	n Surface		
I	UL er lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	11 Dedicated Acres	13 Joint o	r Infill ¹⁴ C	onsolidation	Code 13 O	der No.				
	40									
I		1.	1							

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

" [930w	LC'N			¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contriduced herein is true and complete to the best of my boordedge and belief, and that this orgonization either owns a working insurest or unleased minured betterest in the lared including the proposed bottom hole location or has a right to abill this well at this location pursuant to a contract with an owner of such a minural or working herest, or to a voluntary booling agreement or a compulsary pooling order foreetofore entered by the division. Signature Date Inst. Huetta Printed Name imal/Restaspetroleum.com E-mail Address
		BECEIV SEP 1 2 20 NMOCD ARTE	ED 3 SIA	"SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:





MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986 S.P YATES 1914-2008



JOHN A. YATES

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

JOHN D. PERINI EXECUTIVE VICE PRESIDENT CHIEF FINANCIAL OFFICER

JAMES S. BROWN CHIEF OPERATING OFFICER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 www.yatespetroleum.com

RE: Off Lease Measurement Barbara Federal #19 Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is notifying you of an application to off lease measure production from the Barbara Federal #19.

The production will be measured and sold at the Roy AET tank battery facilities located at SWSW, Sec. 8-T19S-25E.

Oil measurement

Tanks will be isolated and no surface commingling will take place.

Gas Measurement

The well will have its own meter and no surface commingle will take place.

All equipment is located on Fee land and waiver to access property will be given to BLM as well as gate combinations.

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We understand that the request approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, we will submit within 30 days an application for right-of-way approval to the BLM's Realty Section in your office if we have not already done so.

If you should have any questions, please call me at (575) 748-4200 (direct line)

Sincerely,

Miriam Morales Production Analyst

I hereby approve this application

Company: Yates Petroleum Corporation

MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986 S.P YATES 1914-2008



JOHN A. YATES

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

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Sincerely,

Miriam Morales Production Analyst

I hereby approve this application

12 Company: John A

KATHY H. PORTER SECRETARY DENNIS G. KINSEY

MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986

5.P YATES



JOHN A. YATES CHAIRMAN EMERITUS

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

JOHN D. PERINI EXECUTIVE VICE PRESIDENT CHIEF FINANCIAL OFFICER

JAMES S. BROWN CHIEF OPERATING OFFICER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471

www.yatespetroleum.com

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Sincerely,

Miriam Morales Production Analyst

I hereby approve this application

Company: Trust Q U/W/Ø Peggy Yates

KATHY H. PORTER SECRETARY

MARTIN YATES, III 1912-1985 FRANK W. YATES 1936-1986

5.P YATES 1914-2008



JOHN A. YATES CHAIRMAN EMERITUS

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

JOHN D. PERINI EXECUTIVE VICE PRESIDENT CHIEF FINANCIAL OFFICER

JAMES S. BROWN CHIEF OPERATING OFFICER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471 www.yatespetroleum.com

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If you should have any questions, please call me at (575) 748-4200 (direct line)

Sincerely,

Miriam Morales Production Analyst

I hereby approve this application

MAA

Company: Sharbro Energy, LLC

MARTIN YATES, 111 1912-1985 FRANK W. YATES 1936-1986 S.P YATES

1914-2008



JOHN A. YATES

JOHN A. YATES JR. CHAIRMAN OF THE BOARD PRESIDENT

JOHN D. PERINI EXECUTIVE VICE PRESIDENT CHIEF FINANCIAL OFFICER

JAMES S. BROWN CHIEF OPERATING OFFICER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (575) 748-1471

www.yatespetroleum.com

February 5, 2014

RE: Off Lease Measurement Barbara Federal #19 Eddy County, New Mexico

Dear Interest Owner,

Yates Petroleum is requesting approval from the Bureau of Land Management and Oil Conservation Division to off lease measure production from the Barbara Federal #19.

The production will be measured and sold at the Roy AET tank battery facilities located at SWSW, Sec. 8-T19S-25E.

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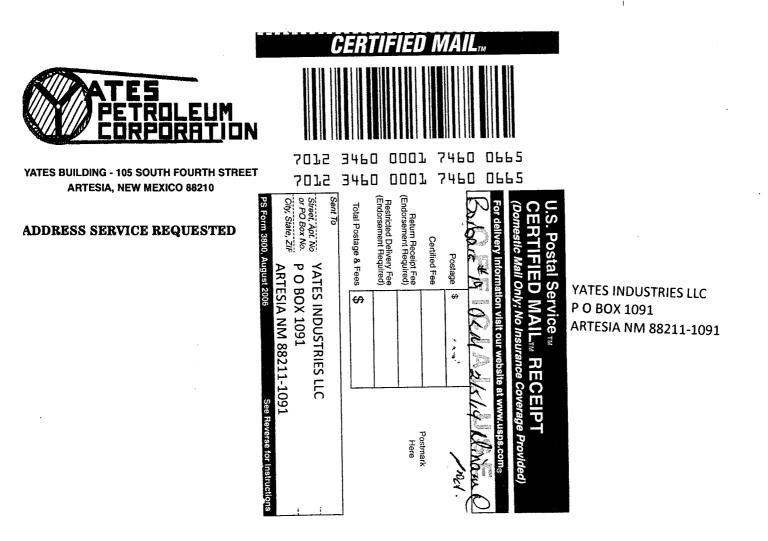
Any objections must be filed in writing with the Oil Conservation Division in Santa Fe within 20 days from the date the division received the application. Application will be sent in conjunction with notification to owners.

If you should have any questions, please call me at (575) 748-4200 (direct line)

Sincerely.

Kluca Chelos

Miriam Morales Production Analyst



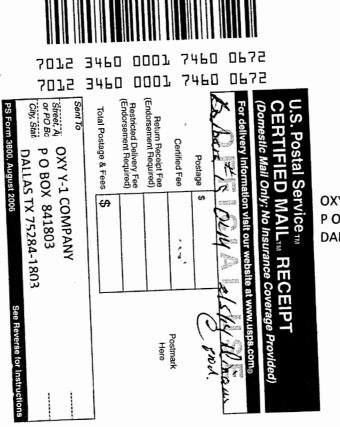
	COMPLETE THIS SECTION ON DEL	IVERY		
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse 	A. Signature	Agent		
 so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	B. Received by (Printed Name)	C. Date of Deliver		
1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No			
YATES INDUSTRIES LLC				
P O BOX 1091	3. Service Type	.9		
ARTESIA NM 88211-1091	Certified Mall Express Ma Registered Return Rec Insured Mail C.O.D.	eipt for Merchandis		
	4. Restricted Delivery? (Extra Fee)	□ Yes		
2. Article Number (Transfer from se 701.2 3460 0001)	7460 0665			

6



YATES BUILDING - 105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

ADDRESS SERVICE REQUESTED



CERTIFIED MAIL

OXY Y-1 COMPANY P O BOX 841803 DALLAS TX 75284-1803

PLACE SILVER ADDRESS, FOLD AT DOTTED LINE

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete	A. Signature
 Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: 	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
OXY Y-1 COMPANY P O BOX 841803 DALLAS TX 75284-1803	3. Service Type Certified Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.
	4. Restricted Delivery? (Extra Fee) I Yes
2. Article Number (Transfer from sen 7012 3460 0001	7460 0672
PS Form 3811, February 2004 Domestic Ret	urn Receipt 102595-02-M-1540